

Statement of Annual Income -- Corporation
For the Year _____

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|---------------------------------------|------------------------------|
| To Chief, Special Procedures Function | Kind of Tax Compromised |
| From Name and Address of Corporation | Years or Periods Compromised |
| | Employer Identification No. |

- | | | |
|--|----------|----------|
| 1. Taxable income from line ___ of Form 1120 ("TI") | | \$ _____ |
| 2. Add: (a) Tax-exempt, excludable, or other nontaxable income | \$ _____ | |
| (b) Special deductions taken (dividends received, certain dividends paid, amortization of start-up costs, etc., Code Sections 241 through 250) | _____ | |
| (c) Losses from sale or exchange of property | _____ | |
| (d) Deduction taken for NOL carry back/forward | _____ | |
| (e) Pro rata share of undistributed income (over \$10,000) of any partially owned subsidiaries not included on consolidated return | _____ | |
| (f) Other (attach explanation) | _____ | |
| Total additions and excluded deductions: | | _____ |
| 3. Sum of items 1 and 2 above: | | _____ |
| 4. Less: (a) Installment payments made under settlement during applicable year | | _____ |
| (b) Income taxes reported and paid with respect to applicable year: | | |
| (1) Federal | \$ _____ | |
| (2) State | \$ _____ | |
| (3) Local | \$ _____ | |
| Total subtractable income taxes | | _____ |
| Total subtractions: | | _____ |
| 5. Annual Income (item 3 minus item 4): | | \$ _____ |

6. Computation of payment due under the collateral agreement:
- (a) Nothing for the first \$ _____ of annual income.
 - (b) ___% of \$ _____ (annual income from \$ _____ to \$ _____) = \$ _____
 - (c) ___% of \$ _____ (annual income from \$ _____ to \$ _____) = \$ _____
 - (d) ___% of \$ _____ (annual income in excess of \$ _____) = \$ _____
- TOTAL PAYMENT DUE UNDER COLLATERAL AGREEMENT: \$ _____
7. Interest due on above amount (see paragraph 4 of the collateral agreement) \$ _____
8. Total amount due under the collateral agreement with respect to the applicable tax year. (Pay in full herewith.) \$ _____

This statement of annual income for the applicable tax year indicated above is filed as required by the terms of a collateral agreement executed as part of a settlement respecting the tax liability for the periods shown above. I am attaching a copy of the corporation's income tax returns (federal, state, and local if applicable), including any schedules, for the applicable tax year.

Under penalty of perjury, I declare that I have examined this statement and that it is true, correct, and complete.

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| Signature of President or Other Principal Officer | Title | Date |
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